

AT RICHMOND, JUNE 15, 2006

COMMONWEALTH OF VIRGINIA

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At the relation of the

STATE CORPORATION COMMISSION

v.

CASE NO. INS-2006-00133

UNITEDHEALTHCARE OF THE  
MID-ATLANTIC, INC.,

Defendant

SETTLEMENT ORDER

Based on an investigation conducted by the Bureau of Insurance, it is alleged that the Defendant, duly licensed by the State Corporation Commission ("Commission") to transact the business of a health maintenance organization in the Commonwealth of Virginia, in a certain instance, has violated § 38.2-3542 C of the Code of Virginia by failing to provide adequate notice of termination of coverage, and by failing to make reimbursement on all valid claims during the period of insufficient notice.

The Commission is authorized by §§ 38.2-218, 38.2-219, and 38.2-4316 of the Code of Virginia to impose certain monetary penalties, issue cease and desist orders, and suspend or revoke the Defendant's license upon a finding by the Commission, after notice and opportunity to be heard, that the Defendant has committed the aforesaid alleged violations.

The Defendant has been advised of its right to a hearing in this matter, whereupon the Defendant, without admitting any violation of Virginia law, has made an offer of settlement to the Commission wherein the Defendant has tendered to the Commonwealth of Virginia the sum of five thousand dollars (\$5,000) and waived its right to a hearing.

The Bureau of Insurance has recommended that the Commission accept the offer of settlement of the Defendant pursuant to the authority granted the Commission in § 12.1-15 of the Code of Virginia.

THE COMMISSION, having considered the record herein, the offer of settlement of the Defendant, and the recommendation of the Bureau of Insurance, is of the opinion that the Defendant's offer should be accepted.

IT IS THEREFORE ORDERED THAT:

(1) The offer of the Defendant in settlement of the matter set forth herein be, and it is hereby, accepted; and

(2) The papers herein be placed in the file for ended causes.

AN ATTESTED COPY hereof shall be sent by the Clerk of the Commission to Amy Pananen, Regulatory Advocate, UnitedHealthcare of the Mid-Atlantic, Inc., MN015-2824, 4316 Rice Lake Road, Duluth, Minnesota 55811; and Liza Assatourians, Compliance Officer for the Mid-Atlantic, UnitedHealthcare of the Mid-Atlantic, 4 Taft Court, Rockville, Maryland 20850; and the Bureau of Insurance in care of Deputy Commissioner Jacqueline K. Cunningham.